

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF CAWOOD WATER)
DISTRICT FOR AN ALTERNATIVE RATE) CASE NO.
ADJUSTMENT) 2017-00309

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO
CAWOOD WATER DISTRICT

Cawood Water District ("Cawood District"), pursuant to 807 KAR 5:001, is to file with the Commission the original and five copies of the following information, with a copy to all parties of record. The information requested herein is due within ten days of the date of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Cawood District shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Cawood District fails or refuses to furnish all or part of the requested information,

Cawood District shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Cawood District shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to the Application, Notice, page 1. The proposed rates for Cawood Service Area and Pathfork Service Area represent different percentages of increase.

a. Explain why Cawood did not propose an across-the-board increase in the absence of a cost-of-service study.

b. If Cawood would like to propose different increases for the different service areas, provide a cost-of-service study in support of the proposed rate increases.

c. If Cawood would prefer not to propose a cost-of-service study, provide an update to the application applying an across-the-board rate increase to each rate class. Alternatively, provide an update to the application unifying rates using Cawood's current rate design.

2. Refer to the Application, ARF Form 1 – Attachment SAO-W – September 2001, Schedule of Adjusted Operations – Water Utility. Provide the support calculation for the \$5,000.00 adjustment of Miscellaneous Service Revenues.

3. Refer to the Application, ARF Form 1 – Attachment BA-DB – September 2011.

a. Refer to page 2, Usage Table, Proposed Rates.

(1) The number of bills for the Over 2,000 class in column (2) is 13,254. The sum of number of bills for the 2k–10k class and over 10k class for Cawood and Pathfork is 13,458. Reconcile this difference.

(2) The number of gallons/Mcf for the Over 2,000 class in column (3) is 73,206,258. The sum of the number of gallons/Mcf for 2k–10k class and over 10k class for Cawood and Pathfork is 74,022,258. Reconcile this difference.

(3) The usage for less than 2,000 for the Over 2,000 class in column (4) is 26,508,000. The sum of the 2k–10k class and the over 10k class for Cawood and Pathfork is 26,916,000. Reconcile this difference.

(4) The usage for Over 2,000 for the Over 2,000 class in column (5) is reported as 46,698,258. The sum of the 2k–10k class and the over 10k class for Cawood and Pathfork is 47,106,258. Reconcile this difference.

b. Provide any needed updates to this exhibit.

4. Refer to the Application, Average Meter Connection Expense Cost Justification.

a. Refer to section A., Meter Size. Confirm that the district is seeking to adjust its present tap-on fee for a 5/8- x 3/4-inch meter size. If this cannot be confirmed, state the meter size for which Cawood District is requesting to adjust its present tap-on fee.

b. Refer to Section B, Material Expense. Provide vendor invoices for the following:

- (1) Water Meter
- (2) Meter Yoke
- (3) Corporation Stop
- (4) Meter Box and Top
- (5) Miscellaneous Fittings
- (6) Ind. Pressure Regulator

c. Refer to Section C, Service Pipe Expense. Provide vendor invoices for the following:

- (1) Short Side Service, 10'.
- (2) Long Side Service, 20'.

d. Refer to section D, Installation Labor Expense.

(1) Provide cost justification for the hourly rate. This cost justification should include hourly wages and benefits.

(2) Provide justification for the total hours for short-side and long- side labor expenses.

e. Refer to section E, Installation Equipment Expense.

(1) Provide cost justification for the hourly rate. This cost justification should include hourly wages and benefits.

(2) Provide justification of the total hours for the short-side and long-side labor expenses.

(3) State whether the labor for installation equipment expense will be performed by employees within Cawood District, or will be performed through contract labor.

f. Refer to Section F, Installation Miscellaneous Expense.

(1) Provide cost justification for the hourly rate. This cost justification should include hourly wages and benefits.

(2) Provide justification of the total hours for site clean-up.

g. Refer to section H, Administrative Expense. Provide justification for the \$35.00 office expense for establishing a new account and billing record.

h. Show all calculations, state all assumptions, and provide all supporting documentation for subsection requests a–g above.

5. Refer to the Application, Nonrecurring Charge Cost Justification, Meter Turn-on; Meter Re-read; and Meter Re-setting.

a. Provide justification for the 1.5 hours of labor.

b. Provide cost justification for the hourly rate. This cost justification should include hourly wages and benefits.

c. Provide support for the transportation expense of \$5.00.

d. Show all calculations, state all assumptions, and provide all supporting documentation for requests a-c above.

6. Refer to the Application, Nonrecurring Charge Cost Justification, Meter Test Charge.

a. Provide justification for the hourly rate. This cost justification should include hourly wages and benefits.

- b. Provide support for the transportation expense of \$5.00.
- c. Provide any invoices, estimates, or calculations that support the \$15.00 shipping/testing expense.
- d. Show all calculations, state all assumptions, and provide all supporting documentation for requests above.



John S. Lyons
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Public Service Commission
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DATED SEP 20 2017

cc: Parties of Record

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